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SCHEDULE C (Form 1040)

Profit or Loss From Business

(Sole Proprietorship)

▶ Partnerships, joint ventures, etc., must file Form 1065 or Form 1065-B.

2005

OMB No. 1545-0074

Department of the Treasury Internal Revenue Service ► Attach to Form 1040 or 1041. ▶ See Instructions for Schedule C (Form 1040). Social security number (SSN) Name of proprietor 142-70-5012 CHRISTINE A PETTI Principal business or profession, including product or service (see page C-2 of the instructions) B Enter code from pages C-8, 9, & 10 CLOTHING IMPORT BUSINESS **▶** 424300 C Business name. If no separate business name, leave blank. Employer ID number (EIN), if any SECOND SKIN LLC 76-0794118 Business address (including suite or room no.)▶ 935 SEDGEWICK COURT NJ 07090 WESTFIELD City, town or post office, state, and ZIP code (1) X Cash (2) F Accounting method: Accrual (3) Other (specify) ▶ Did you "materially participate" in the operation of this business during 2005? If "No," see page C-3 for limit on losses G No If you started or acquired this business during 2005, check here Income · Part:t · · Gross receipts or sales. Caution. If this income was reported to you on Form W-2 and the "Statutory employee" box on that form was checked, see page C-3 and check here 174,475 1 2 Returns and allowances 2 174,475 Subtract line 2 from line 1 3 3 80,402 4 Cost of goods sold (from line 42 on page 2) 4 94,073 Gross profit. Subtract line 4 from line 3 5 Other income, including Federal and state gasoline or fuel tax credit or refund (see page C-3) 6 6 94,073 Gross income. Add lines 5 and 6. Part :: Expenses. Enter expenses for business use of your home only on line 30. Office expense 8 Advertising 8 18 18 Pension and profit-sharing plans 9 Car and truck expenses (see 19 19 Rent or lease (see page C-5): page C-3) 20 Commissions and fees Vehicles, machinery, and equipment 10 10 20a а Contract labor (see page C-4) Other business property 11 20b 11 b Depletion _____ 12 Repairs and maintenance 21 12 21 Depreciation and section 179 Supplies (not included in Part III) 3,046 22 13 22 23 expense deduction (not 23 Taxes and licenses included in Part III) (see 24 Travel, meals, and entertainment: page C-4) 6,884 Travel 24a Employee benefit programs Deductible meals and 14 (other than on line 19) 4,106 entertainment (see page C-5) 24b Insurance (other than health) 15 Utilities 15 25 25 Wages (less employment credits) 16 Interest: 26 26 Mortgage (paid to banks, etc.) 16a 27 Other expenses (from line 48 on а 3,007 ь Other 16b 17 Legal and professional services 17 17,043 Total expenses before expenses for business use of home. Add lines 8 through 27 in columns 28 28 77,030 Tentative profit (loss). Subtract line 28 from line 7 29 Expenses for business use of your home. Attach Form 8829 30 30 Net profit or (loss). Subtract line 30 from line 29. • If a profit, enter on Form 1040, line 12, and also on Schedule SE, line 2 (statutory employees, 77,030 see page C-6). Estates and trusts, enter on Form 1041, line 3. If a loss, you must go to line 32. If you have a loss, check the box that describes your investment in this activity (see page C-6). If you checked 32a, enter the loss on Form 1040, line 12, and also on Schedule SE, line 2 32a All investment is at risk (statutory employees, see page C-6). Estates and trusts, enter on Form 1041, line 3. 32b Some investment is not

If you checked 32b, you must attach Form 6198. Your loss may be limited.

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	CHRISTINE A PETTI 142-70-			
	edule C (Form 1040) 2005 CLOTHING IMPORT BUSINESS		****	Page 2
P	artill: Cost of Goods Sold (see page C-6)			
33	Method(s) used to	_		
	value closing inventory: a Cost b Lower of cost or market c Other (attach explanation	i)		
34	Was there any change in determining quantities, costs, or valuations between opening and closing inventory? If		Yes	No
	"Yes," attach explanation	ا	L 1es	☐ W0
35	Inventory at beginning of year. If different from last year's closing inventory, attach explanation	35		0
Jo	inventory at beginning or year. If unletern norm last year 3 closing inventory, action explanation	U		
36	Purchases less cost of items withdrawn for personal use	36		80,402
			٠	
37	Cost of labor. Do not include any amounts paid to yourself	37		
38	Materials and supplies	38		
39	Other costs	39		
		١		00 402
40	Add lines 35 through 39	40		80,402
4.4	Investment and of views	41		0
41	Inventory at end of year	41	 	
42	Cost of goods sold. Subtract line 41 from line 40. Enter the result here and on page 1, line 4	42		80,402
<u>∵</u> Б	information on Your Vehicle. Complete this part only if you are claiming car or truck			
000	line 9 and are not required to file Form 4562 for this business. See the instructions for			
	C-4 to find out if you must file Form 4562.	1116 1	o on page	
а	Business b Commuting (see instructions) c Other			
45	Do you (or your spouse) have another vehicle available for personal use?		Yes	☐ No
46	Was your vehicle available for personal use during off-duty hours?		Yes	No
47a	and the second of the second o		Yes	No
_ <u>b</u>	If "Yes," is the evidence written?		Yes	No.
<u>: P</u>	Other Expenses. List below business expenses not included on lines 8-26 or line 30.			
E	BANK CHARGES			117
	ruel			876
]	ELEPHONE			2,014
				
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		· · · · ·		,
	Total other expenses, Enter here and on page 1, line 27			3,007